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Honorable Ricardo S. Martinez

IN THE UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF WASHINGTON AT SEATTLE

QWEST CORPORATION,	Case No. 2:08-cv-01715-RSM
Plaintiff,	MOTION FOR ENTRY OF RULE 54(b) FINAL JUDGMENT
v. ANOVIAN, INC., et al.	NOTE ON MOTION CALENDAR: January 15, 2010
Defendants.	

Plaintiff Qwest Corporation ("Qwest"), by and through its undersigned counsel, hereby moves, in the alternative, for entry of a Rule 54(b) final judgment with regard to (i) the Court's December 16, 2009 Order Granting Defendant Transcom's Motion to Dismiss for Lack of Jurisdiction (Dkt. No. 67) and (ii) the Court's December 16, 2009 Order Granting the Broadvox Defendants' Motion to Dismiss for Lack of Jurisdiction (Dkt. No. 68) and states the following in support hereof:

FACTUAL BACKGROUND

1. On December 16, 2009, the Court dismissed for lack of personal jurisdiction Defendants Broadvox, Inc., Broadvox, LLC, and BroadvoxGo!, LLC (collectively, the "Broadvox Defendants") (Dkt. No. 68) and Defendants Transcom Enhanced Services, Inc. and Transcom Holdings, Inc. (collectively, the "Transcom Defendants") (Dkt. No. 67). In so

Motion for Rule 54(b) Final Judgment Case No. 2:08-cv-01715-RSM Page 1 of 8 Kamlet Reichert, LLP 1515 Arapahoe Street, Tw. 1, Suite 1600 Denver, CO 80202 (303) 825-4200, (303) 825-1185 (fax)

granting each of these Defendants' Rule 12(b)(2) Motions to Dismiss, the Court specifically
stated that "this action is DISMISSED for lack of jurisdiction," and directed that "[t]he Clerk
shall enter judgment accordingly." Dkt No. 67, at 7, lines 20-21 (emphasis in original); Dkt. No.
68, at 7, lines 21-22 (emphasis in original).

2. Contemporaneous with this motion, Qwest has filed two additional motions: (i) a Motion for Reconsideration of the Order Granting Defendant Transcom's Motion to Dismiss for Lack of Jurisdiction and the Order Granting the Broadvox Defendants' Motion to Dismiss for Lack of Jurisdiction; and (ii) a Motion for Reconsideration Regarding Denial of Jurisdictional Discovery, made in the alternative. This instant Motion for Entry of Rule 54(b) Final Judgment is made in the alternative to these other two motions, and should be relevant only if the Court denies both of Qwest's motions for reconsideration.

DISCUSSION

- 3. If the Court denies Qwest's Motion for Reconsideration (Dkt. No. [TBD]) and does not withdraw its prior December 16, 2009 Order granting Defendant Broadvox' and Transcom's respective Rule 12(b)(2) Motions to Dismiss, and if the Court also denies Qwest's Motion for Reconsideration Regarding Denial of Jurisdictional Discovery (Dkt. No. [TBD]), Qwest moves, in the alternative, that the Court enter a final judgment, pursuant to Fed. R. Civ. P. 54(b), to allow Qwest to immediately appeal the Court's Orders dismissing the Broadvox Defendants and the Transcom Defendants for lack of personal jurisdiction.
- 4. It may be that the Court already intended this result, based on its direction to the Clerk to "enter judgment" to indicate that "this action," as against the Broadvox Defendants and the Transcom Defendants, "is dismissed for lack of jurisdiction." Nonetheless, out of an abundance of caution, Qwest brings this motion to ensure that the Court enters a clear *Rule 54(b)*

- final judgment as to these defendants to allow the immediate appeal of the orders granting the Broadvox Defendants' and the Transcom Defendants' 12(b)(2) Motions to Dismiss, as is appropriate in this case.
 - 5. Rule 54(b) of the Federal Rules of Civil Procedure provides in relevant part:

When an action presents more than one claim for relief . . . or when multiple parties are involved, the court may direct entry of a final judgment as to one or more, but fewer than all, claims or parties only if the court expressly determines that there is no just reason for delay. (emphasis added).

- 6. If the Court denies Qwest's motions for reconsideration, and stays the course directing the Clerk to enter judgment for the Broadvox Defendants and the Transcom Defendants, the Court should make clear that the judgment it is directing the Clerk to enter, is, by definition, a final judgment pursuant to Rule 54(b). To be sure, Qwest would prefer that the Court grant one of its well-considered motions for reconsideration, but in the event it does not, Qwest brings this motion to ensure that any judgment that is entered is clear. The entry of any such final judgment should further clearly state that judgment is entered pursuant to Rule 54(b), and that there is no just reason for delaying the adjudication on appeal of the Court's finding that it lacks personal jurisdiction over the Broadvox Defendants and the Transcom Defendants.
- 7. No just reason for delay exists because (i) the jurisdictional claims are easily severable from the merits of the lawsuit and (ii) the immediate appeal of the jurisdictional claims would serve the efficient administration of justice. In *Core-Vent Corp. v. Nobel Industries AB*, the Ninth Circuit readily affirmed the district court's entry of a Rule 54(b) final judgment regarding the dismissal of less than all defendants for lack of personal jurisdiction. 11 F.3d 1482, 1484 (9th Cir. 1993). Core-Vent brought suit against four Swedish doctors among other defendants. *Id.* The district court granted the Swedish doctors' motion to dismiss for lack of

personal jurisdiction and also entered a final judgment, pursuant to Fed. R. Civ. P. 54(b). *Core-Vent*, 11 F.3d at 1484. In the appeal, the Swedish doctors argued that "the district court abused its discretion in granting Core-Vent's motion for the entry of final judgment." *Id*.

- 8. "Rule 54(b) certification is proper if it will aid expeditious decision of the case. However, Rule 54(b) certification is scrutinized to prevent piecemeal appeals in cases which should be reviewed only as single units." *Id.* (internal quotations omitted); *Wood v. GCC Bend, LLC*, 422 F.3d 873, 878 n.2 (9th Cir. 2005) (indicating that "it was proper for the district judge to consider such factors as whether the adjudicated claims were separable from the others and whether the nature of the claim was such that no appellate court would have to decide the same issues more than once" in determining whether to enter a Rule 54(b) final judgment) (citing *Curtiss-Wright Corp. v. General Electric Co.*, 446 U.S. 1, 8 (1980)). In *Core-Vent*, the Ninth Circuit concluded that "dealing with the jurisdictional issue now may obviate the need for a second trial," aiding in the "expeditious decision of the case." *Core-Vent*, 11 F.3d at 1484. The Ninth Circuit further concluded that "the jurisdictional question at issue here is unrelated to the other issues in the case; thus, entry of final judgment will not lead to undesirable 'piecemeal appeals." *Id.*
- 9. Here, like in *Core-Vent*, there is no just reason for delay in allowing an appeal of the Court's determination on the issue of personal jurisdiction over the Transcom Defendants and the Broadvox Defendants. This issue is unrelated to the merits of the underlying lawsuit and dealing with the jurisdictional issue now may obviate the need for a second trial. In addition, little if any risk exists that the Ninth Circuit would be faced with having to decide the issue of personal jurisdiction over the Transcom Defendants and the Broadvox Defendants a second time. Allowing the Ninth Circuit to immediately hear an appeal on whether the Court has personal

- and prejudice to Qwest. Defendants Unipoint Holdings, Inc., Unipoint Enhanced Services, Inc. (d/b/a "Point One") and Unipoint Services, Inc. (the "Unipoint Defendants") remain in the case. On December 15, 2009 the Court granted the Unipoint Defendants' 12(b)(6) Motion to Dismiss, but allowed Qwest thirty (30) days to file an amended complaint to address what the court deemed to be deficiencies in Qwest's original Complaint. Qwest anticipates filing such an amended complaint, and proceeding against the Unipoint Defendants. Should that action proceed through discovery and trial, the inefficiency and prejudice that will result, if the Court's dismissal of the remaining defendants is not subject to immediate appeal, should be apparent. While Qwest could eventually appeal the Court's orders dismissing the Transcom Defendants and the Broadvox Defendants when the remaining action against the Unipoint Defendants is completed, that could be years down the road.
- 11. Further, if the Court's determination as to personal jurisdiction over the Broadvox and Transcom Defendants is ultimately reversed, that would necessitate a second trial. The expense of a largely duplicative trial could be avoided by ensuring that this Court's determination on personal jurisdiction is reviewable now. *See, e.g., Advanced Magnetics, Inc. v. Bayfront Partners, Inc.*, 106 F.3d 11, 16-17 (2d Cir. 1997) (holding that entry of a Rule 54(b) final judgment was appropriate where an immediate appeal may help avoid a second costly trial).
- 12. The additional delay resulting from a second trial also potentially jeopardizes Qwest's ability to fully recover the alleged damages even if it eventually prevails on the merits. The Transcom Defendants have already emerged from one round of bankruptcy. Dkt. No. 67, at

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1	2, lines 10-15. Moreover, Defendant Anovian Inc. (now dismissed) has recently ceased all
2	operations. See Qwest Consolidated Opposition Brief to Defendants' Motions to Dismiss, Dkt.
3	No. 55, Exhibit C. The questionable long-term solvency of the defendants further weighs in
4	favor of this Court entering a Rule 54(b) final judgment regarding the Court's December 16,
5	2009 Orders dismissing the Transcom Defendants and the Broadvox Defendants for lack of
6	personal jurisdiction. See Curtiss-Wright Corp., 446 U.S. at 12 (discussing that defendant
7	insolvency "would weigh in favor of certification").
8	WHEREFORE, Qwest requests that, if the Court denies Qwest's Motion for
9	Reconsideration relating to the Court's December 16, 2009 Orders dismissing the Transcom
10	Defendants and the Broadvox Defendants for lack of personal jurisdiction, and if the Court
11	further denies Qwest Motion for Reconsideration Regarding Denial of Jurisdictional Discovery,
12	then, in the alternative, the Court:
13	1) enters a Rule 54(b) final judgment regarding the Court's December 16, 2009 Orders
14	dismissing the Transcom Defendants and the Broadvox Defendants for lack of personal
15	jurisdiction;
16	2) expressly finds and states there is no just reason to delay the appeal of this Court's
17	determination that it lacks personal jurisdiction over the Transcom Defendants and the Broadvox
18	Defendants; and
19	3) expressly articulates this Court's reasons for determining that any such entry of
20	judgment is a Rule 54(b) entry of final judgment as to these defendants, and explains why
21	immediate appellate review is advisable regarding its December 16, 2009 Orders granting the
22	Broadvox Defendants' and Transcom Defendants' respective 12(b)(2) Motions to Dismiss.

1	Dated this 30th day of December, 2009.
2	Respectfully Submitted,
3	s/ Philip J. Roselli
4 5 6 7 8 9	Philip J. Roselli, Colo. Bar No. 20963 Kamlet Reichert, LLP 1515 Arapahoe Street, Tower 1 Suite 1600 Denver, CO 80202 (303) 825-4200 proselli@kamletlaw.com
11 12 13 14 15	Attorneys for Plaintiff Qwest Corporation

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CERTIFICATE OF SERVICE

I hereby certify that on December 30, 2009, I electronically filed the foregoing MOTION FOR ENTRY OF RULE 54(b) FINAL JUDGMENT with the Clerk of the Court using the CM/ECF system which will send notification of such filing to the following:

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Dated: December 30, 2009 s/ Mark A. Walker